

I. Quarterly Highlights

APICDA's employment goal for 2003 was to provide at least 80 jobs for APICDA residents. By the conclusion of the fourth quarter, a total of 216 job positions (87 discrete individuals) had been filled by APICDA residents, generating wages of \$402,234 for the quarter and \$1,328,914 .since the first of the year.

During the fourth quarter, three individuals attended various vocational or specialized training programs. A total of \$7,500 in vocational education scholarships on behalf of APICDA residents was spent this quarter bringing the year's total to \$55,257.

Forty-nine individuals used APICDA higher education scholarships during the fourth quarter of the year. Each scholarship is in the amount of \$5,000 for the school year. A total of \$220,107 in higher education scholarships on behalf of APICDA residents has been spent year-to-date.

The APICDA's summer internship program concluded in the fourth quarter. Eight individuals participated with various companies with interests in the APICDA region. In general, APICDA contributes fifty percent of the wages. Through the fourth quarter, APICDA contributed \$23,947.

One of the nation's premier, high end grocery store chains, Whole Foods, invited applicants to compete for selection as their supplier of fresh frozen halibut in its 155 store, nationwide chain. APS product was showcased by Cannon Fish Company during the extremely competitive process. APICDA and Cannon Fish were elated when Atka Pride Seafoods product was selected over previous winners and other competitors. Cannon Fish Company, Whole Foods and Atka Pride Seafoods are now developing a marketing program to highlight our superb product.

Atka Pride Seafood's developed a gear and boat loan program for Atka fishermen when the halibut CDQ program began in the mid 1990's. The program was enormously beneficial as it helped bootstrap residents from 16 foot Lunds into larger, more seaworthy skiffs to harvest the CDQ. As the Atkans transitioned from those skiffs to skippering and crewing our fleet of AP vessels and the *Bonanza and Taty Z*, the need for a gear and boat loan program diminished. No new loans have been made for several years now. During the fourth quarter, balances due on the few remaining, delinquent loans were paid in full by the Atka Fishermen's Association (AFA). This generous gesture by AFA brings the original gear and boat loan program at APS to a very successful conclusion.

Senior management continued its work with Professional Growth Systems (PGS). The team participated in a one day retreat with PGS's senior consultant, Mr. Bill Dann, to continue the process begun during the Management Review. Additionally, the team trained up on and adopted a project planning tool for future use on all projects requiring at least \$ 100,000 in cash outlays. The tool will be prototyped on the planned CY 04 plant expansion at APS - which is budgeted at \$ 500,000 of additional investment in the plant. We expect the project planning tool will significantly improve APICDA's performance in project planning and execution.

APICDA successfully harvested nearly 100% of its 2003 Bristol Bay king crab CDQ allocation in the fourth quarter.

APICDA harvested approximately 78% percent of its Pacific cod CDQ allocation through the fourth quarter. Bycatch was kept to an acceptable level. The *Prowler*, *Ocean Prowler*, and *Bering Prowler* participated in the fishery.

APICDA harvested approximately 87% of APICDA's Atka mackerel and Pacific Ocean perch CDQ allocations in the fourth quarter. The F/T *Seafisher* harvested all of APICDA's allocation

The Area 4B halibut CDQ fishery in Atka concluded in the fourth quarter. A total of 832,000 pounds (98%) was harvested, all but 20,000 pounds by APICDA Vessels Inc. owned vessels. Approximately 800,000 pounds was processed at Atka Pride Seafoods.

Management and staff spent approximately 621 "person days" in the APICDA region in the 2003. Project development, project maintenance, and community outreach were some of the activities/purposes for their trip(s) to the APICDA communities.

APICDA General Manager John Moller was appointed to the Advisory Panel of the North Pacific Fishery Management Council.

Please visit APICDA web site at: www.apicda.com

II. Community Development

A. Progress Toward Goals, Objectives, Milestones

The following is a review of the highlights from APICDA's goals, objectives, and milestones. See Tables 1 through 7 for a specific review of all milestones, by community.

1.) Employment: APICDA's employment goal for 2003 was to provide at least 80 jobs for APICDA residents. By the conclusion of the fourth quarter, a total of 216 job positions (87 discrete individuals) had been filled by APICDA and CDQ residents, generating wages of \$1,328,914.

2.) Training: APICDA's goal is to provide vocational education and training assistance for any resident who desires the opportunity or needs help. During the fourth quarter, three individuals attended various vocational or specialized training programs. A total of \$7,500 in vocational education scholarships on behalf of APICDA residents was spent this quarter, bringing the year's total to \$55,257.

3.) Education: Forty-nine individuals used APICDA higher education scholarships during the fourth quarter of the year. Each scholarship is in the amount of \$5,000

for the school year. A total of \$220,107 in higher education scholarships on behalf of APICDA residents have been distributed since the first of the year.

4.) APICDA Joint Ventures, Inc. (AJV) Activities: AJV activities during the fourth quarter consisted of overseeing the various subsidiary corporations, including Atka Pride Seafoods, Puffin Seafoods, L.L.C., Kayux Development, L.L.C., APICDA Vessels, Inc., Nelson Lagoon Storage Company, L.L.C., Nazan Bay Inn, Prowler, L.L.C., Ocean Prowler, L.L.C., Golden Dawn, L.L.C., Bering Pacific Seafoods, L.L.C., Ugludax Lodge, LLC., OceanLogic, LLC., and MUM Alaska, L.L.C. AJV continued to discuss the formation of new joint venture corporations, and to review other investment opportunities.

5.) APICDA Vessels, Incorporated (AVI): AVI activities during the fourth quarter consisted of harvesting both IFQ and CDQ halibut and sablefish. This included four of the five *AP* boats, *Konrad 1*, *Bonanza*, and *Taty Z*. The *AP 1* was used as a tender in the St. George fishery and ended the season in August. The *AP 4* also encompassed a crew of local residents from Akutan and continued to harvest IFQ halibut in area 4A.

The *Konrad 1* is in Homer being outfitted for the 2004 Gulf of Alaska pollock trawl fishery and early season pot cod fishery. The *AP 4* is in Atka gearing up for the 2004 Unalaska Bay Bairdi crab fishery.

6.) Atka Pride Seafoods (APS) Activities: Atka Pride Seafoods commenced operations in May. By the end fourth quarter, the APICDA Vessels Inc. fleet had harvested a total of 800,000 pounds of area 4B CDQ halibut, with an additional 20,000 leased out to an outside vessel (for an overall harvest of approximately ninety-eight percent of the 4B CDQ quota).

In terms of operations, the plant has had another successful year -- perhaps the most successful yet. APS is producing a top quality product which is reflected in the price being received in 2003. With the assistance of Cannon Fish Company technicians, APS produced a small amount of fletches product in the fourth quarter. Lack of actual working space in the plant hampered the fletching operation. Plans for plant expansion are scheduled for 2004. A halibut fletching line is included in the expansion plans.

Whole Foods, one of the nation's premier high end grocery store chains, invited applicants to compete for selection as a supplier of fresh, frozen halibut in its 155 store, nationwide chain. APS product was showcased by Cannon Fish Company during the extremely competitive process during the fourth quarter. We, and Cannon Fish, were elated when Atka Pride Seafoods product was selected over previous winners and other competitors Cannon Fish Company, Whole Foods and Atka Pride Seafoods are now developing a marketing program to highlight our excellent product.

In addition to purchasing halibut and sablefish, APS continued its IFQ loan program, similar to APICDA's. Since its inception in 2001, APS has processed five loans in the total amount of

\$176,441. This program has financed the purchase of approximately 55,000 pounds of halibut IFQ for local resident Atka fishermen.

Also see “Ancillary Impacts” below.

7.) Puffin Seafoods, L.L.C.: St. George fishermen, fishing for Puffin Seafoods, started fishing in late June and ended in mid August. The local fleet harvested less than 30,000 pounds of the CDQ quota. Weather and lack of fish in the traditional areas contributed to the poor fishing season. In the fourth quarter, the St. George Fishermen’s Association leased out a portion of their remaining quota. The F/V *Zenith* harvested approximately 8,000 pounds of the quota.

8.) OceanLogic, L.L.C.: OceanLogic sold fifty-five electronic logbooks (ELB) in 2003. In addition, forty maintenance contracts for the ELB have been sold. The maintenance contracts are in effect for the year 2004. As the ELB continues to gain acceptance throughout the industry, increased sales are anticipated.

In the fourth quarter OceanLogic completed development of a spatial data viewer software, referred to as CatchPlotter. CatchPlotter allows a vessel operator, owner, co-op manager or other entity to view fishing and harvesting data and activity at a fine level of resolution on a variety of marine charts. This software will assist fishing operations to reduce bycatch and increase their target catch. In the next few months the CatchPlotter will be fully integrated into the Electronic Logbook so that the transfer of data between the two is seamless. CatchPlotter also works with CatchPoint Classic software.

OceanLogic is also in the final stages of completing an economical extension to the ELB. This software will allow fishermen to keep track of their revenues and expenditures in addition to generating a settlement sheet at the end of each trip. This software package can be used in tandem with the ELB for “one button” operation or as a stand alone product.

9.) Bering Pacific Seafoods, L.L.C.: The plant continues to be in the “care taker” mode. APICDA released an RFP for a feasibility study and business plan for future operations at Bering Pacific Seafoods. The McDowell Group and Bob Waldrop were selected. Representatives from the McDowell group have had a difficult time in making an on site visit to the community. Weather and availability of key community leaders have hampered their progress. The McDowell group still anticipates completing their report in early 2004.

The Bering Pacific board continues to support the shoreside processing operations concept. At their November board meeting, the board reviewed the comments from community members and asked to have these comments incorporated into the feasibility study. The McDowell group will provide a progress report of the study at the APICDA board meeting in February.

10.) Ugludax Lodge: The lodge had a disappointing summer. Bookings were fair for the first full year of operations, but over sixty-five guest nights were lost due to weather,

mechanical breakdowns, and unavailable flights out of Anchorage. APICDA is assisting the village of Nikolski in “cracking the nut” on transportation to the community.

The Ugludax Lodge offered a \$100,000 reward to the lodge guest who catches a world record sport caught halibut. Though a few large halibut were caught this summer, the existing record remains intact.

11.) Sea Urchins: The sea urchin fishery program in St. George 2004 has been suspended. A combination of poor markets and transportation problems contributed to the board’s decision to suspend the program.

12.) Akutan Fishing Venture: APICDA established a loan program to assist local Akutan residents to purchase halibut quota shares this summer. Over \$235,000 was loaned to help purchase about 30,000 pounds of IFQ. The AP4 was transferred from Atka to Akutan. A local resident was hired to serve as skipper, and the loan recipients fished most of their quota from the vessel. This is the first step in assisting the local Akutan fishermen in gaining access to larger vessels and additional quota to help expand the local fishery.

At their meeting in November, the APICDA board of Directors approved an additional \$200,000 for IFQ purchases in 2004.

B. Outreach

APICDA staff traveled to many of our communities during the fourth quarter to meet with residents and discuss a wide variety of CDQ and development related issues. Management and staff spent approximately 117 "person days" in the APICDA region in the fourth quarter and 621 person days for the year. Project development, project maintenance, and community outreach are some of the activities/purposes for their trips to the APICDA communities.

APICDA’s Human Resource department is actively recruiting APICDA residents for available positions and anticipated future positions with APICDA, APICDA subsidiaries, and APICDA harvesting partners.

C. Employment

CDQ Local Resident Employment for Fourth Quarter, 2003 and Year-to-Date

	Quarter		Quarter-To-Date		Year-To-Date
	Positions	Wages	Positions	Wages	Discrete People
Management/Admin	5	\$ 118,165	21	\$ 404,668	6
Board Members	9	23,700	36	96,100	9
Community Liaisons	6	8,500	28	38,000	8
CDQ A/B Season			7	54,908	4
CDQ C/D Season					
Other Fishing	32	262,618	134	720,203	61
Internships	1	1,333	17	23,947	8
Other Employment	8	20,118	46	125,188	23
Totals	46	\$ 402,234	225	\$ 1,328,914	102
		Yearly Discrete Positions		Yearly Discrete People	
Quarter Discrete	44		216		87

Note: "Positions" are the total number of individuals who receive compensation for the quarter or year-to-date. "Discrete people" and "discrete positions" refer to the actual number of individuals or positions during the time period. Several individuals were employed in different categories during the quarter or year-to date; this means that these individuals are double (or triple) counted in the "positions" column or category, and show up in more than one of the "discrete people" categories; however, they are only counted once in the bottom line under "discrete people" or "discrete positions." Additionally, **Appendix 15** provides a complete listing by name, category, and community for all individuals employed for the fourth quarter. **Appendix 16** provides a complete list of Alaska Residents employed by APICDA and subsidiaries in the fourth quarter.

Summary

Management/Administrative: During the fourth quarter, there were five APICDA residents who received compensation for management/administrative duties. These functions ranged from staff employment to subsidiary managers and staff. The total expended during the quarter was \$118,165 (or \$404,668 for the year).

Board Members: During the fourth quarter, nine board members from various boards received compensation for their duties and responsibilities. Total compensation for the quarter totaled \$23,700 and \$96,100 for the year (this figure IS NOT included in the above financial statistics).

Community Liaison Officers: During the fourth quarter, there were seven APICDA residents who received compensation for CLO duties. The total expended during the quarter was \$9,500 and \$38,000 for the year (this figure IS NOT included in the above financial statistics).

Direct Employment from CDQ Pollock Fishing: No APICDA residents were employed on APICDA's pollock harvesting vessels during the fourth quarter. However, four APICDA residents were employed throughout the year and generated wages of \$54,908 in 2003.

Other Fishing: Thirty-two APICDA residents were employed in the "other fishing" category: Four APICDA residents participated in the Pacific cod fishery on the *F/LL Bering Prowler and Prowler*; three APICDA residents generated wages as deck hands on the F/V *Konrad I*; one APICDA resident skippered the vessel F/V *Taty Z*, two APICDA residents participated as deck hands on the F/V *Bonanza*; one APICDA resident generated wages as a deck hand on the F/V *Barbara J*; and twenty-one APICDA residents generated wages from the Atka Pride Seafoods operation. Total wages for all other fishing activities combined for the fourth quarter was \$262,618 and \$720,203 for the year.

Internships: This year's APICDA summer internship program ended in the fourth quarter. Eight individuals participated at various companies with interests in the APICDA region. In general, APICDA contributes fifty percent of the wages. Through the fourth quarter, APICDA contributed \$23,947. Following is a list of interns with a brief description of their summer intern program:

Name	Community	Internship
Amber Guitard	Unalaska	Qawalangin Tribe Bookkeeper, Unalaska
Layton Lockett	Nelson Lagoon	APICDA Admin Office, Juneau
Delores Mack	Unalaska	Aleut Corp., Anchorage
Jess Morrison	Unalaska	NMFS Field Office, Unalaska
Debbie Prokopeuff	Atka	Atka Pride Seafoods, Office Assistant
Viola Stepetin	Atka	NASA Engineering Internship, Ohio
Sabrina Wilt	Unalaska	Qawalangin Tribe Bookkeeper, Unalaska
Lynelle Philemonoff	Nikolski	Alaska DOL, Anchorage

Other Employment: Eight APICDA residents were employed in a variety of indirect fishery activities, including the Nelson Lagoon Storage Company, L.L.C., Bering Pacific Seafoods, L.L.C. operations, stevedoring, and maintenance/construction projects directly related to APICDA CDP projects. Total wages generated for the fourth quarter were \$20,118 and \$125,188 for the year.

Ancillary Employment and Economic Impacts: The activities of APICDA and its subsidiaries generate significant economic benefits in the region, but much of the benefit is not captured by the existing employment and earnings data tables. For example, the Atka Pride Seafoods facility in Atka purchases fish from resident fishermen. Similarly, APS (and other APICDA subsidiaries) employs local residents, regional residents, other Alaska residents, and

non-residents. The purchase of fish and the payment of wages, whether to residents or non-residents, have an undeniable economic impact in the community. Goods are purchased with the money received and taxes are paid to the city, the borough and the state. Shown below, as an example, are APS related expenditures in Atka for the year 2003.

Category	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	Total
State Fish Tax	\$ 0	\$ 6,049	\$ 19,364	\$ 23,181	\$ 48,594
City of Atka Tax	0	4,033	12,909	15,341	32,283
ASMI Tax	0	605	1,936	2,318	4,859
Fish Purchases	0	201,625	645,454	760,600	1,607,679
City of Atka Wharfage	0	702	377	0	1,079
Employee Wages	9,594	51,972	96,113	86,770	244,449
Utilities	655	12,518	16,943	14,046	44,162
City of Atka Bed Tax	80	973	369	143	1,565
Atka Fishermen's Assoc. Lease Fee	0	11,163	42,401	13,297	66,861
Total	\$ 10,329	\$ 289,640	\$ 835,866	\$ 915,696	\$ 2,051,531

D. Training & Education

Training and Education for Fourth Quarter, 2003 and Year-to-Date

	Quarter		Year-To-Date	
	People	Expenditures	People	Expenditures
Scholarships				
Post Secondary	49	\$0	57	\$220,107
Vocational	3	7,500	27	55,257
Voc-Tech Classes				
Basic	0	0	0	0
Advanced	0	0	0	0
Other Training				
Fisheries Related	0	0	0	0
Student Loans	0	0	0	0
CDQ Staff/Board	3	6,122	15	26,696
Other	0	0	0	0
Other Expenditures				
To Educational Institutions				
Education Endowment Funds				
Community Conference	43	0	43	50,739
Fish Association Grants	N/A	20,000	N/A	140,000
School Grants	N/A	0	N/A	41,714
Miscellaneous Grants	N/A	2,857	N/A	10,854
Total	94	\$36,479	169	\$545,367

Summary

1.) Vocational Education: During the fourth quarter, three individuals attended various vocational education or specialized training programs. A total of \$7,500 in vocational education scholarships on behalf of APICDA residents has been spent this quarter and a total of \$55,257 since the first of the year.

2.) Higher Education: Forty-nine individuals used APICDA higher education scholarships during the fourth quarter of the year. Each scholarship is in the amount of up to \$5,000 for the school year. A total of \$220,107 in higher education scholarships on behalf of APICDA residents was spent since the first of the year.

3.) Other Expenditures: APICDA provides various programs to the communities that derive funds from the Training & Education Program. These programs provide benefits to APICDA communities in education, experience, and good will services.

APICDA awards fishermen association grants in the amount of \$20,000 yearly to our seven participating fishermen's associations. These grants provide seed money to the associations for fishery-related projects, organizational expenses, and funds to participate in regulatory fishery management meetings. A total of \$140,000 was awarded through the fourth quarter.

The Miscellaneous Grant program is available for projects in the community that otherwise do not fit within existing APICDA programs. An amount up to \$2,857 can be awarded to eligible community. The Executive Committee reviews each proposal before funds are awarded. Four grants for a total of \$10,854 were distributed through the fourth quarter.

The School Grant is available to schools in each of the eligible communities. A total of \$6,000 per year is available. Seven grants for a total of \$41,714 have been awarded for the 2002-03 school year. A brief description of the school grants awarded is as follows:

<u>School</u>	<u>Amount</u>	<u>Program</u>
Akutan School	\$6,000	Senior trip to tour college campuses and fish plants
Atka	\$6,000	Scuba lessons for high school students
Nelson Lagoon School	\$5,720	Marine safety and fishing career opportunities
Nikolski	\$6,000	Navigation and water safety
False Pass School	\$5,994	Marine safety and fishing career opportunities
St. George School	\$6,000	Improvements to summer stewardship program
Unalaska City School	\$6,000	Generator for fish hatchery

Six grants for a total of \$36,000 have been awarded for the 2003-04 school year. A brief description of the school grants awarded is as follows:

<u>School</u>	<u>Amount</u>	<u>Program</u>
Akutan School	\$6,000	Field trip to tour fishery facilities in Alaska

Atka	\$6,000	Participate in the NOAA Globe program
False Pass	\$6,000	Field trip to tour fishery facilities in Unalaska
Nelson Lagoon	\$6,000	Survival camp program
Nikolski	\$6,000	Field trip to tour fishery facilities in Kodiak
Unalaska	\$6,000	Fish hatchery facility and equipment upgrades

APICDA also provides education and training opportunities to employees of APICDA and its subsidiaries. In the fourth quarter, three staff members attended various training and educational programs. Total expenditures for the quarter were \$6,122 and \$26,696 for the year.

E. Other Issues

There are no other issues not otherwise addressed in this report.

III. Administration

A. Board Activities

1.) Changes in Board Members: There were no APICDA/AJV board member changes during the quarter.

2.) Decisions/Actions: The Board of Directors for APICDA met once in the fourth quarter. The APICDA Budget and Audit Committee, APICDA Financial Investments Committee, Policy and Procedures Committee and the APICDA Training and Education Committee met at various times in the fourth quarter. There were no other decisions or actions of major consequence that are not included here, in the attached minutes, or in the confidential section of this report.

3.) Schedule for Next Quarter: The next APICDA board meeting is scheduled for February, 2004, although committees will meet throughout the quarter.

4.) Minutes: Approved minutes from board/committee meetings in the fourth quarter are attached as **Appendix 14** in the confidential section of this report.

B. State Of Alaska Reporting Compliance

APICDA and its subsidiaries are in full compliance with all State of Alaska CDQ reporting regulations.

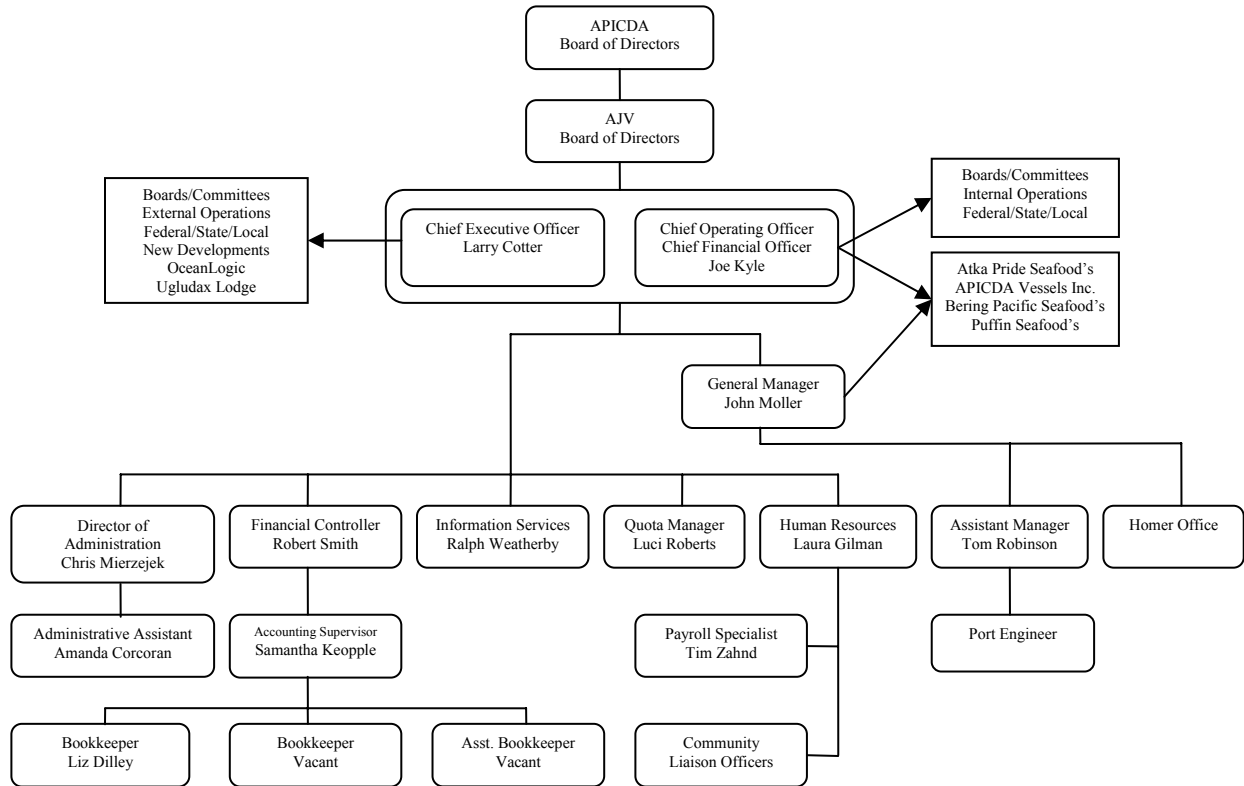
During the fourth quarter, APICDA was instructed to make amendments to projects in its 2003-05 CDP to correspond with APICDA's 2004 annual budget report submitted on December 3, 2003. APICDA submitted the required plan amendments and they were subsequently approved by both the state and federal CDQ teams.

C. CDP Amendment Status

Shown below are the plan amendments approved through the fourth quarter:

Numbers	Technical or Substantial	Description	Date Submitted	Date Approved
SA#03-01	Substantial	Purchase of the F/V GALATEA	04/08/03	04/11/03
TA#03-02	Technical	Trident/Starbound 2003-2004 CDQ pollock contract	05/07/03	05/10/03
TA#03-03	Technical	CDP Admin Projects Sheets	05/14/03	05/20/03
TA#03-04	Technical	2003 Atka Mackerel Harvest Agreement	05/16/03	05/16/03
SA#03-05	Substantial	Transfer Yellowfin Sole from NSEDC	06/02/03	06/03/03
TA#03-06	Technical	Revise Konrad 1 Proposed Fish Plan	06/30/03	07/11/03
SA#03-07	Substantial	Purchase 25% of Cannon Fish Company	08/11/03	09/05/03
TA#03-08	Technical	Transfer NSR to OS	08/12/03	08/20/03
TA#03-09	Technical	Transfer Other Flatfish to NSEDC	09/23/03	09/23/03
SA#03-10	Substantial	Budget modifications for APICDA & AJV	10/03/03	12/12/03
TA#03-11	Technical	Add a vessel ~Norcoaster	10/20/03	10/22/03
TA#03-12	Technical	Transfer Yellowfin Sole back to NSEDC	10/28/03	10/30/03
TA#03-13	Technical	Add a vessel ~Zenith	11/03/03	11/04/03
TA#03-14	Technical	Transfer BBRKC to YDFDA	11/05/03	11/06/03
TA#03-15	Technical	Transfer AI Northern, Atka Mackerel from NSEDC	11/13/03	11/13/03
SA#03-16	Substantial	Expansion of the APS plant & dock	12/05/03	12/24/04
TA#03-17	Technical	Transfer Other Species to NSEDC	12/05/03	12/05/03
TA#03-18	Technical	Transfer Yellowfin from NSEDC	12/12/03	12/12/03
TA#03-19	Technical	Transfer Other Species to NSEDC	12/12/03	12/12/03
TA#03-20	Technical	Add vessels ~Alaskan Leader, Bristol Leader	12/16/03	12/17/03

D. Corporate Organizational Structure



IV. Harvesting Report**A. Target Fishery Harvest Activity**

1.) Pollock CDQ Harvest: The pollock “B” season CDQ fishery was completed in the third quarter. The *C/P Starbound*, *C/P Island Enterprise*, and *C/P Kodiak Enterprise*, harvested APICDA’s nearly 100 percent of APICDA’s CDQ pollock in 2003.

CDQ Reserve Category	Units	Allocation after transfers	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	YTD Harvest	% of Target Harvest
A Season (40%)	mt	8,353.856	8,322.278				8,322.278	100.000%
B Season (60%)	mt	12,530.784			12,541.187		12,541.187	100.000%
BS Pollock Total	mt	20,884.640	8,322.278	0.000	12,541.187	0.000	20,863.465	100.000%
Bycatch								
Pacific Cod	mt	2,334.450	27.218		21.259		48.477	0.232%
BS FG Sablefish	mt	43.500					0.000	0.000%
AI FG Sablefish	mt	65.100					0.000	0.000%
BS Sablefish	mt	22.890			0.733		0.733	0.004%
AI Sablefish	mt	15.080					0.000	0.000%
WAI Atka Mackerel 543	mt	449.700					0.000	0.000%
CAI Atka Mackerel 542	mt	660.600					0.000	0.000%
EAI/BS Atka Mackerel 541	mt	239.600			0.084		0.084	0.000%
Yellowfin Sole	mt	2,128.680	0.468		0.000		0.468	0.002%
Rock Sole	mt	792.000	28.367		1.290		29.657	0.142%
BS Greenland Turbot	mt	32.160	0.013		1.066		1.079	0.005%
AI Greenland Turbot	mt	16.830					0.000	0.000%
Arrowtooth Flounder	mt	168.300	0.698		17.234		17.932	0.086%
Flathead Sole	mt	300.000	40.558		10.884		51.442	0.247%
Other Flatfish	mt	53.500	0.051		11.407		11.458	0.055%
Alaska Plaice	mt	105.000	0.057		0.045		0.102	0.000%
BS Pacific Ocean Perch	mt	18.020			0.422		0.422	0.002%
WAI Pacific Ocean Perch 543	mt	131.700					0.000	0.000%
CAI Pacific Ocean Perch 542	mt	75.300					0.000	0.000%
EAI Pacific Ocean Perch 541	mt	78.900					0.000	0.000%
BS Northern Rockfish	mt	0.000	0.001		0.011		0.012	0.000%
AI Northern Rockfish	mt	132.300					0.000	0.000%
BS Shortraker/Rougheye Rockfish	mt	0.000			0.003		0.003	0.000%
AI Shortraker/Rougheye Rockfish	mt	13.640					0.000	0.000%
BS Other Rockfish	mt	15.120	0.006		0.048		0.054	0.000%
AI Other Rockfish	mt	10.080					0.000	0.000%
Other Species	mt	465.840	9.162		7.617		16.779	0.080%
PSQ Reserve Category								
Zone 1 Red King Crab	ea	1,746.000					0.000	0.000%
Zone 1 Bairdi Tanner Crab	ea	19,110.000					0.000	0.000%
Zone 2 Bairdi Tanner Crab	ea	53,460.000					0.000	0.000%
Opilio Tanner Crab	ea	81,563.000	3		47		50.000	0.240%
Pacific Halibut (mortality)	mt	75.460	0.486		1.694		2.180	0.010%
Chinook Salmon	ea	347.000	229		12		241.000	1.155%
Non-Chinook Salmon	ea	441.000			379		379.000	1.817%

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2.) Yellowfin Sole CDQ Harvest: The F/T Seafisher harvested all of APICDA's and a portion of NSEDC's yellowfin sole in the second quarter. APICDA attempted to secure additional yellowfin quota from the other CDQ groups in the third and fourth quarter without success.

CDQ Reserve Category	Units	Allocation after transfers	1st Qtr	3rd Qtr	3rd Qtr	4th Qtr	YTD Harvest	% of Target Harvest
Yellowfin Sole	mt	2,128.680		2,055.382			2,055.382	100.000%
Bycatch								
Non Pollock Quota	mt	N/A					0.000	0.000%
Pacific Cod	mt	2,334.450		46.510			46.510	2.263%
BS FG Sablefish	mt	43.500					0.000	0.000%
AI FG Sablefish	mt	65.100					0.000	0.000%
BS Sablefish	mt	22.890					0.000	0.000%
AI Sablefish	mt	15.080					0.000	0.000%
WAI Atka Mackerel 543	mt	449.700					0.000	0.000%
CAI Atka Mackerel 542	mt	660.600					0.000	0.000%
EAI/BS Atka Mackerel 541	mt	239.600					0.000	0.000%
Rock Sole	mt	792.000		329.586			329.586	16.035%
BS Greenland Turbot	mt	32.160					0.000	0.000%
AI Greenland Turbot	mt	16.830					0.000	0.000%
Arrowtooth Flounder	mt	168.300		1.208			1.208	0.059%
Flathead Sole	mt	300.000		8.545			8.545	0.416%
Other Flatfish	mt	58.500		5.860			5.860	0.285%
Alaska Plaice	mt	105.000		61.861			61.861	3.010%
BS Pacific Ocean Perch	mt	18.020		0.036			0.036	0.002%
WAI Pacific Ocean Perch 543	mt	131.700					0.000	0.000%
CAI Pacific Ocean Perch 542	mt	75.300					0.000	0.000%
EAI Pacific Ocean Perch 541	mt	78.900					0.000	0.000%
BS Northern Rockfish	mt	0.000					0.000	0.000%
AI Northern Rockfish	mt	132.300					0.000	0.000%
BS Shortraker/Rougheye Rockfish	mt	0.000					0.000	0.000%
AI Shortraker/Rougheye Rockfish	mt	13.640					0.000	0.000%
BS Other Rockfish	mt	15.120					0.000	0.000%
AI Other Rockfish	mt	10.080					0.000	0.000%
Other Species	mt	370.719		26.075			26.075	1.269%
PSQ Reserve Category								
Zone 1 Red King Crab	ea	1,746.000		581			710	34.567%
Zone 1 Bairdi Tanner Crab	ea	19,110.000		710			831	40.450%
Zone 2 Bairdi Tanner Crab	ea	53,460.000		831			547	26.613%
Opilio Tanner Crab	ea	81,563.000		547			17	0.842%
Pacific Halibut (mortality)	mt	75.460		17.315			0.000	0.000%
Chinook Salmon	ea	347.000					0	0.000%
Non-Chinook Salmon	ea	441.000					0	0.000%

3.) Pacific Cod CDQ Harvest: The F/LL's *Prowler*, *Bering Prowler*, and *Ocean Prowler* combined to harvest approximately 1600 metric tons of Pacific cod in the fourth quarter. This represents approximately eighty percent of APICDA's annual Pacific cod allocation for the directed fishery.

CDQ Reserve Category	Units	Allocation after transfers	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	YTD Harvest	% of Target Harvest
A Season (60%)	mt	1,400.670	0.000				0.000	0.000%
B Season (40%)	mt	933.780			319.666	1,504.269	1,823.935	100.000%
Pacific Cod Total	mt	2,334.450	0.000	0.000	319.666	1,504.269	1,823.935	100.000%
Bycatch								
Non Pollock Quota	mt	N/A			11.641	133.361	145.002	7.950%
BS FG Sablefish	mt	43.500			0.003	0.000	0.003	0.000%
AI FG Sablefish	mt	65.100					0.000	0.000%
BS Sablefish	mt	22.890					0.000	0.000%
AI Sablefish	mt	15.080					0.000	0.000%
WAI Atka Mackerel 543	mt	459.700					0.000	0.000%
CAI Atka Mackerel 542	mt	680.600					0.000	0.000%
EAI/BS Atka Mackerel 541	mt	249.700					0.000	0.000%
Yellowfin Sole	mt	2,078.680			1.360	5.540	6.900	0.378%
Rock Sole	mt	792.000			0.268	0.202	0.470	0.026%
BS Greenland Turbot	mt	32.160			0.066	0.244	0.310	0.017%
AI Greenland Turbot	mt	16.830					0.000	0.000%
Arrowtooth Flounder	mt	168.300			5.745	10.246	15.991	0.877%
Flathead Sole	mt	300.000			2.963	3.469	6.432	0.353%
Other Flatfish	mt	53.500					0.000	0.000%
Alaska Plaice	mt	105.000					0.000	0.000%
BS Pacific Ocean Perch	mt	18.020					0.000	0.000%
WAI Pacific Ocean Perch 543	mt	131.700					0.000	0.000%
CAI Pacific Ocean Perch 542	mt	75.300					0.000	0.000%
EAI Pacific Ocean Perch 541	mt	78.900					0.000	0.000%
BS Northern Rockfish	mt	0.000			0.003	0.006	0.009	0.000%
AI Northern Rockfish	mt	152.300					0.000	0.000%
BS Shortraker/Rougheye Rockfish	mt	0.000			0.022	0.000	0.022	0.001%
AI Shortraker/Rougheye Rockfish	mt	13.640					0.000	0.000%
BS Other Rockfish	mt	15.120			0.017	0.000	0.017	0.001%
AI Other Rockfish	mt	10.080					0.000	0.000%
Other Species	mt	450.840			66.444	196.355	262.799	14.408%
PSQ Reserve Category								
Zone 1 Red King Crab	ea	1,746.000					0.000	0.000%
Zone 1 Bairdi Tanner Crab	ea	19,110.000					0.000	0.000%
Zone 2 Bairdi Tanner Crab	ea	53,460.000			26	64	90.000	4.934%
Opilio Tanner Crab	ea	81,563.000			75	340	415.000	22.753%
Pacific Halibut (mortality)	mt	75.460			0.894	6	7.151	0.392%
Chinook Salmon	ea	347.000				3	3.000	0.164%
Non-Chinook Salmon	ea	441.000					0.000	0.000%

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4.) Atka Mackerel CDQ Harvest: The F/T Seafisher harvested approximately ninety percent of APICDA's 2003 CDQ Atka mackerel allocation. The Seafisher would have realized a harvest closer to 100 percent; however, an overage 1.1 metric tons of APICDA's POP in area 541 shutdown the operation. This overage was an anomaly to an otherwise bycatch conscientious operation.

CDQ Reserve Category	Units	Allocation after transfers	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	YTD Harvest	% of Target Harvest
WAI Atka Mackerel 543	mt	459.700				414.007	414.007	34.230%
CAI Atka Mackerel 542	mt	680.600				638.258	638.258	52.772%
EAI/BS Atka Mackerel 541	mt	249.700				157.204	157.204	12.998%
Atka Mackerel Total	mt	1,390.000	0.000	0.000	0.000	1,209.469	1,209.469	100.000%
Bycatch								
Non Pollock Quota	mt	N/A				11.268	11.268	0.932%
Pacific Cod	mt	2,334.450				31.668	31.668	2.618%
BS FG Sablefish	mt	43.500					0.000	0.000%
AI FG Sablefish	mt	65.100					0.000	0.000%
BS Sablefish	mt	22.890					0.000	0.000%
AI Sablefish	mt	15.080				0.077	0.077	0.006%
Yellowfin Sole	mt	2,078.680					0.000	0.000%
Rock Sole	mt	792.000				1.336	1.336	0.110%
BS Greenland Turbot	mt	32.160					0.000	0.000%
AI Greenland Turbot	mt	16.830				0.995	0.995	0.082%
Arrowtooth Flounder	mt	168.300				1.631	1.631	0.135%
Flathead Sole	mt	300.000				0.036	0.036	0.003%
Other Flatfish	mt	53.500				0.098	0.098	0.008%
Alaska Plaice	mt	105.000					0.000	0.000%
BS Pacific Ocean Perch	mt	18.020					0.000	0.000%
WAI Pacific Ocean Perch 543	mt	131.700				128.891	128.891	10.657%
CAI Pacific Ocean Perch 542	mt	75.300				46.279	46.279	3.826%
EAI Pacific Ocean Perch 541	mt	78.900				80.214	80.214	6.632%
BS Northern Rockfish	mt	0.000					0.000	0.000%
AI Northern Rockfish	mt	152.300				116.071	116.071	9.597%
BS Shortraker/Rougheye Rockfish	mt	0.000					0.000	0.000%
AI Shortraker/Rougheye Rockfish	mt	13.640				2.931	2.931	0.242%
BS Other Rockfish	mt	15.120					0.000	0.000%
AI Other Rockfish	mt	10.080				2.916	2.916	0.241%
Other Species	mt	450.840				9.543	9.543	0.789%
PSQ Reserve Category								
Zone 1 Red King Crab	ea	1,746.000					0.000	0.000%
Zone 1 Bairdi Tanner Crab	ea	19,110.000					0.000	0.000%
Zone 2 Bairdi Tanner Crab	ea	53,460.000					0.000	0.000%
Opilio Tanner Crab	ea	81,563.000					0.000	0.000%
Pacific Halibut (mortality)	mt	75.460				0.813	0.813	0.067%
Chinook Salmon	ea	347.000					0.000	0.000%
Non-Chinook Salmon	ea	441.000					0.000	0.000%

CDQ Crab Harvest

5.) Opilio CDQ Harvests: A total of 169,607 pounds of opilio CDQ was harvested during the first quarter. Vessels participating in the 2003 opilio harvest were the *Farwest Leader*, and *Billikin*. No activity in the fourth quarter.

6.) Bristol Bay Red King Crab CDQ Harvest: A total of 198,080 pounds of Bristol Bay red king crab was harvested during the fourth quarter. Vessels participating in the 2003 Bristol Bay king crab harvest were the F/V's *Farwest Leader*, *Royal Viking*, and *Golden Dawn*. During the fishery, the *Golden Dawn* was cited for picking the *Royal Viking's* gear. The skipper of the *Golden Dawn* self reported the incident at the time of offloading. The *Golden Dawn* forfeited the value of the crab. APICDA transferred 315 pounds of Bristol Bay red king crab to the Yukon Delta Fisheries Development Association

CDQ Reserve Category	Units	Annual Allocation	Trans. Out	Allocation after transfers	1st Qtr	4th Qtr	Harvest	Percent Harvested	Remaining Allocation
Bering Sea C. <i>Opilio</i> (snow) Tanner crab	lbs	169,651		169,651	169,607		169,607	99.97%	44
Bering Sea C. <i>Bairdi</i> Tanner crab	lbs	0		-			0	#DIV/0!	0
Bristol Bay Red King crab (est)	lbs	198,397	315	198,082		198,080	198,080	100.00%	2
Norton Sound Red King crab	lbs	0		-			0	#DIV/0!	0
Pribilof Red & Blue King crab	lbs	0		-			0	#DIV/0!	0
St Matthew Blue King crab	lbs	0		-			0	#DIV/0!	0

7.) Halibut Harvesting: Atka Pride Seafoods commenced operations in May. By season's end, the APICDA Vessels Inc. fleet had harvested a total of over 800,000 pounds (95 %) of area 4B CDQ halibut, 39,386 pounds of IFQ 4B halibut and a small portion of AI IFQ sablefish (7681 pounds). All but 30,000 pounds of the fish harvested was processed at Atka Pride Seafoods. Late in the season, the Atka Fishermen's Association approved leasing 30,000 pounds of the 4B halibut to the F/V *Norcoaster*. The vessel accounted for approximately 20,000 pounds of the 4B CDQ harvest.

St. George fishermen, fishing for Puffin Seafoods, started fishing in late June. The local fleet experienced a very poor season. Weather and the lack of fish in the traditions areas contributed to the small harvest. Reoccurring storms throughout August justified the closure of the small fleet. The St. George Fishermen's Association approved the services of the F/V *Zenith* to harvest the 4C CDQ late in the season. The F/V *Zenith* accounted for 7,877 pounds of the Area 4C harvest.

CDQ Reserve Category	Units	Annual Allocation	Allocation after transfers	2nd Qtr	3rd Qtr	4th Qtr	YTD Harvest	Percent Harvested	Remaining Allocation
4B Halibut	lbs	836,000	836,000	122,564	546,283	153,040	821,887	98.31%	14,113
4C Halibut	lbs	152,250	152,250	7,143	23,784	7,877	38,804	25.49%	113,446
4D Halibut	lbs	0	0				0	0.00%	0
4E Halibut	lbs	0	0				0	0.00%	0

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8.) Bering Sea Sablefish Harvesting: The F/V *Konrad I* harvested approximately 78 percent of APICDA's BS 2003 fixed gear sablefish allocation. The vessel harvested with pots. The Konrad 1 also harvested 32.129 mt of AJV's Bering Sea sablefish IFQ. Through an oversight, this was recorded as IFQ sablefish instead of CDQ sablefish. Had it been listed as CDQ sablefish, APICDA would have harvested 100% of its CDQ and a portion of its IFQ.

CDQ Reserve Category	Units	Allocation after transfers	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	YTD Harvest	% of Target Harvest
BS FG Sablefish	mt	43.500		34.183			34.183	100.000%
Bycatch								
Non Pollock Quota	mt	N/A					0.000	0.000%
Pacific Cod	mt	2,334.450					0.000	0.000%
AI FG Sablefish	mt	65.100					0.000	0.000%
BS Sablefish	mt	22.890					0.000	0.000%
AI Sablefish	mt	15.080					0.000	0.000%
WAI Atka Mackerel 543	mt	449.700					0.000	0.000%
CAI Atka Mackerel 542	mt	660.600					0.000	0.000%
EAI/BS Atka Mackerel 541	mt	239.600					0.000	0.000%
Yellowfin Sole	mt	2,128.680					0.000	0.000%
Rock Sole	mt	792.000					0.000	0.000%
BS Greenland Turbot	mt	32.160		5.216			5.216	15.259%
AI Greenland Turbot	mt	16.830					0.000	0.000%
Arrowtooth Flounder	mt	168.300		7.257			7.257	21.230%
Flathead Sole	mt	300.000					0.000	0.000%
Other Flatfish	mt	58.500					0.000	0.000%
Alaska Plaice	mt	105.000					0.000	0.000%
BS Pacific Ocean Perch	mt	18.020					0.000	0.000%
WAI Pacific Ocean Perch 543	mt	131.700					0.000	0.000%
CAI Pacific Ocean Perch 542	mt	75.300					0.000	0.000%
EAI Pacific Ocean Perch 541	mt	78.900					0.000	0.000%
BS Northern Rockfish	mt	0.000					0.000	0.000%
AI Northern Rockfish	mt	132.300					0.000	0.000%
BS Shortraker/Rougheye Rockfish	mt	0.000					0.000	0.000%
AI Shortraker/Rougheye Rockfish	mt	13.640					0.000	0.000%
BS Other Rockfish	mt	15.120					0.000	0.000%
AI Other Rockfish	mt	10.080					0.000	0.000%
Other Species	mt	370.719					0.000	0.000%
PSQ Reserve Category								
Zone 1 Red King Crab	ea	1,746.000					0	0.000%
Zone 1 Bairdi Tanner Crab	ea	19,110.000					0	0.000%
Zone 2 Bairdi Tanner Crab	ea	53,460.000					0	0.000%
Opilio Tanner Crab	ea	81,563.000					0	0.000%
Pacific Halibut (mortality)	mt	75.460					0.000	0.000%
Chinook Salmon	ea	347.000					0	0.000%
Non-Chinook Salmon	ea	441.000					0	0.000%

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9.) Aleutian Island Sablefish Harvesting: The F/V *Konrad I* harvested a small portion of APICDA's AI Sable CDQ quota in the Third quarter. Other harvesting obligations and time of year prevented the F/V *Konrad I* from continuing its efforts in this fishery.

CDQ Reserve Category	Units	Allocation after transfers	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	YTD Harvest	% of Target Harvest
AI FG Sablefish	mt	65.100			1.922		1.922	100.000%
Bycatch								
Non Pollock Quota	mt	N/A					0.000	0.000%
Pacific Cod	mt	2,334.450					0.000	0.000%
BS FG Sablefish	mt	43.500					0.000	0.000%
BS Sablefish	mt	22.890					0.000	0.000%
AI Sablefish	mt	15.080					0.000	0.000%
WAI Atka Mackerel 543	mt	449.700					0.000	0.000%
CAI Atka Mackerel 542	mt	660.600					0.000	0.000%
EAI/BS Atka Mackerel 541	mt	239.600					0.000	0.000%
Yellowfin Sole	mt	2,128.680					0.000	0.000%
Rock Sole	mt	792.000					0.000	0.000%
BS Greenland Turbot	mt	32.160					0.000	0.000%
AI Greenland Turbot	mt	16.830					0.000	0.000%
Arrowtooth Flounder	mt	168.300					0.000	0.000%
Flathead Sole	mt	300.000					0.000	0.000%
Other Flatfish	mt	53.500					0.000	0.000%
Alaska Plaice	mt	105.000					0.000	0.000%
BS Pacific Ocean Perch	mt	18.020					0.000	0.000%
WAI Pacific Ocean Perch 543	mt	131.700					0.000	0.000%
CAI Pacific Ocean Perch 542	mt	75.300					0.000	0.000%
EAI Pacific Ocean Perch 541	mt	78.900					0.000	0.000%
BS Northern Rockfish	mt	0.000					0.000	0.000%
AI Northern Rockfish	mt	132.300					0.000	0.000%
BS Shortraker/Rougheye Rockfish	mt	0.000					0.000	0.000%
AI Shortraker/Rougheye Rockfish	mt	13.640					0.000	0.000%
BS Other Rockfish	mt	15.120					0.000	0.000%
AI Other Rockfish	mt	10.080					0.000	0.000%
Other Species	mt	465.840					0.000	0.000%
PSQ Reserve Category								
Zone 1 Red King Crab	ea	1,746.000					0	0.000%
Zone 1 Bairdi Tanner Crab	ea	19,110.000					0	0.000%
Zone 2 Bairdi Tanner Crab	ea	53,460.000					0	0.000%
Opilio Tanner Crab	ea	81,563.000					0	0.000%
Pacific Halibut (mortality)	mt	75.460					0.000	0.000%
Chinook Salmon	ea	347.000					0	0.000%
Non-Chinook Salmon	ea	441.000					0	0.000%

PSC Harvests

10.) Pollock Harvested by Non-Pollock Vessels: In the second quarter, the F/T *Seafisher* harvested 162 metric tons of pollock while executing APICDA's yellowfin sole CDQ fishery. In the third quarter, the F/LL Bering Prowler harvested approximately eleven metric tons of pollock while harvesting CDQ Pacific cod. In the fourth quarter, the F/T *Seafisher* harvested an additional 11 metric tons of pollock while fishing for Atka mackerel in the Aleutians and the Prowler vessels harvested an additional 133 metric tons in the CDQ Pacific cod fishery during the quarter.

Pollock harvested by non-pollock vessels:				
	Harvest(mt)	Retained (mt)	Discarded (mt)	% Retained
Fixed Gear	145.002	108.284	36.718	74.68%
Trawl Catcher Processor	174.176	174.124	0.052	99.97%
Total	319.178	282.408	36.770	88.48%

11.) PSC Not Accrued Against PSQ Allocations: A small number of opilio and Tanner crabs were taken in the Pacific cod CDQ fixed gear fishery through the fourth quarter. The Prowler vessels harvested all of APICDA CDQ Pacific cod in 2003.

PSC that does not accrue against the PSQ allocation:					
	Chinook	Non-Chinook	King Crab	Tanner	Opilio
Fixed Gear	3	0	0	89	415
Trawl Catcher Processor	0	0	0	0	0
Trawl Catcher Vessel	0	0	0	0	0
Total	0	0	0	89	415

Transfers

12.) CDQ Allocation Transfers: APICDA received 380 metric ton of yellowfin sole and related bycatch from NSEDC in the second quarter. APICDA attempted to secure additional yellowfin sole from the other CDQ groups without success.

CDQ Group: NAME CDQ Reserve Category	Units	Initial Allocation	Transferred In			Transferred Out NSEDC	Total After Transfers	Portion of CDQ Group's Transferred Quota Harvested				
			NSEDC	NSR				NSEDC				Total
BS Pollock	mt	20,884.640					20,884.640					
Pacific Cod	mt	2,334.450					2,334.450					
BS FG Sablefish	mt	43.500					43.500					
AI FG Sablefish	mt	65.100					65.100					
BS Sablefish	mt	22.890					22.890					
AI Sablefish	mt	15.080					15.080					
WAI Atka Mackerel 543	mt	449.700	10.000				459.700					
CAI Atka Mackerel 542	mt	660.600	20.000				680.600					
EAI/BS Atka Mackerel 541	mt	239.700	10.000				249.700					
Yellowfin Sole	mt	1,758.680	380.000			60.000	2,078.680	309.987				309.987
Rock Sole	mt	792.000					792.000					
BS Greenland Turbot	mt	32.160					32.160					
AI Greenland Turbot	mt	16.830					16.830					
Arrowtooth Flounder	mt	168.300					168.300					
Flathead Sole	mt	300.000					300.000					
Other Flatfish	mt	58.500				5.000	53.500					
Alaska Plaice	mt	105.000					105.000					
BS Pacific Ocean Perch	mt	18.020					18.020					
WAI Pacific Ocean Perch 543	mt	131.700					131.700					
CAI Pacific Ocean Perch 542	mt	75.300					75.300					
EAI Pacific Ocean Perch 541	mt	78.900					78.900					
BS Northern Rockfish	mt	0.000					0.000					
AI Northern Rockfish	mt	132.300	20.000				152.300					
BS Shortraker/Rougheye Rockfish	mt	0.000					0.000					
AI Shortraker/Rougheye Rockfish	mt	13.640					13.640					
BS Other Rockfish	mt	15.120					15.120					
AI Other Rockfish	mt	10.080					10.080					
Other Species	mt	370.719		95.121		15.000	450.840					
PSQ Reserve Category												
Zone 1 Red King Crab	ea	1,746.000					1,746.000					
Zone 1 Bairdi Tanner Crab	ea	19,110.000					19,110.000					
Zone 2 Bairdi Tanner Crab	ea	53,460.000					53,460.000					
Opilio Tanner Crab	ea	81,563.000					81,563.000					
Pacific Halibut (mortality)	mt	75.460					75.460					
Chinook Salmon	ea	347.000					347.000					
Non-Chinook Salmon	ea	441.000					441.000					
Non-Specific Reserve	mt	95.121				95.121	0.000					

B. Pollock & MSCDQ Harvested by Quarter and Y-T-D

CDQ Group: APICDA	Units	Initial	Trans.	Trans.	Allocation	CDQ / PSQ Catch Reported				YTD	Percent	CDQ /	Percent
CDQ Reserve Category		Allocation	In	Out	after transfers	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Harvest	Harvested	Remaining	Remaining
BS Pollock	mt	20,884.640	0.000	0.000	20,884.640	8,322.278	0.000	12,541.187	0.000	20,863.465	99.9%	21.175	0.10%
Pacific Cod	mt	2,334.450	0.000	0.000	2,334.450	27.218	46.510	340.925	1,535.937	1,950.590	83.6%	383.860	16.44%
BS FG Sablefish	mt	43.500	0.000	0.000	43.500	0.000	34.183	0.003	0.000	34.186	78.6%	9.314	21.41%
AI FG Sablefish	mt	65.100	0.000	0.000	65.100	0.000	0.000	1.922	0.000	1.922	3.0%	63.178	97.05%
BS Sablefish	mt	22.890	0.000	0.000	22.890	0.000	0.000	0.733	0.000	0.733	3.2%	22.157	96.80%
AI Sablefish	mt	15.080	0.000	0.000	15.080	0.000	0.000	0.000	0.077	0.077	0.5%	15.003	99.49%
WAI Atka Mackerel 543	mt	449.700	10.000	0.000	459.700	0.000	0.000	0.000	414.007	414.007	90.1%	45.693	9.94%
CAI Atka Mackerel 542	mt	660.600	20.000	0.000	680.600	0.000	0.000	0.000	638.258	638.258	93.8%	42.342	6.22%
EAI/BS Atka Mackerel 541	mt	239.700	10.000	0.000	249.700	0.000	0.000	0.084	157.204	157.288	63.0%	92.412	37.01%
Yellowfin Sole	mt	1,758.680	380.000	60.000	2,078.680	0.468	2,055.382	1.360	5.540	2,062.750	99.2%	15.930	0.77%
Rock Sole	mt	792.000	0.000	0.000	792.000	28.367	329.586	1.558	1.538	361.049	45.6%	430.951	54.41%
BS Greenland Turbot	mt	32.160	0.000	0.000	32.160	0.013	5.216	1.132	0.244	6.605	20.5%	25.555	79.46%
AI Greenland Turbot	mt	16.830	0.000	0.000	16.830	0.000	0.000	0.000	0.995	0.995	5.9%	15.835	94.09%
Arrowtooth Flounder	mt	168.300	0.000	0.000	168.300	0.698	8.465	22.979	11.877	44.019	26.2%	124.281	73.84%
Flathead Sole	mt	300.000	0.000	0.000	300.000	40.558	8.545	13.847	3.505	66.455	22.2%	233.545	77.85%
Other Flatfish	mt	58.500	0.000	5.000	53.500	0.051	5.860	11.407	0.098	17.416	32.6%	36.084	67.45%
Alaska Plaice	mt	105.000	0.000	0.000	105.000	0.057	61.861	0.045	0.000	61.963	59.0%	43.037	40.99%
BS Pacific Ocean Perch	mt	18.020	0.000	0.000	18.020	0.000	0.036	0.422	0.000	0.458	2.5%	17.562	97.46%
WAI Pacific Ocean Perch 543	mt	131.700	0.000	0.000	131.700	0.000	0.000	0.000	128.891	128.891	97.9%	2.809	2.13%
CAI Pacific Ocean Perch 542	mt	75.300	0.000	0.000	75.300	0.000	0.000	0.000	46.279	46.279	61.5%	29.021	38.54%
EAI Pacific Ocean Perch 541	mt	78.900	0.000	0.000	78.900	0.000	0.000	0.000	80.214	80.214	101.7%	-1.314	-1.67%
BS Northern Rockfish	mt	0.000	0.000	0.000	0.000	0.001	0.000	0.014	0.006	0.021	N/A	N/A	N/A
AI Northern Rockfish	mt	132.300	20.000	0.000	152.300	0.000	0.000	0.000	116.071	116.071	76.2%	36.229	23.79%
BS Shortraker/Rougheye Rockfish	mt	0.000	0.000	0.000	0.000	0.000	0.000	0.025	0.000	0.025	N/A	N/A	N/A
AI Shortraker/Rougheye Rockfish	mt	13.640	0.000	0.000	13.640	0.000	0.000	0.000	2.931	2.931	21.5%	10.709	78.51%
BS Other Rockfish	mt	15.120	0.000	0.000	15.120	0.006	0.000	0.065	0.000	0.071	0.5%	15.049	99.53%
AI Other Rockfish	mt	10.080	0.000	0.000	10.080	0.000	0.000	0.000	2.916	2.916	28.9%	7.164	71.07%
Other Species	mt	370.719	95.121	15.000	450.840	9.162	26.075	74.061	205.898	315.196	69.9%	135.644	30.09%
PSQ Reserve Category													
Zone 1 Red King Crab	ea	1,746.000	0.000	0.000	1,746.000	0.000	581.000	0.000	0.000	581.000	33.28%	1,165.000	66.72%
Zone 1 Bairdi Tanner Crab	ea	19,110.000	0.000	0.000	19,110.000	0.000	710.000	0.000	0.000	710.000	3.72%	18,400.000	96.28%
Zone 2 Bairdi Tanner Crab	ea	53,460.000	0.000	0.000	53,460.000	0.000	832.000	0.000	64.000	896.000	1.68%	52,564.000	98.32%
Opilio Tanner Crab	ea	81,563.000	0.000	0.000	81,563.000	3.000	547.000	47.000	340.000	937.000	1.15%	80,626.000	98.85%
Pacific Halibut (mortality)	mt	75.460	0.000	0.000	75.460	0.486	17.315	2.588	7.070	27.459	36.39%	48.001	63.61%
Chinook Salmon	ea	347.000	0.000	0.000	347.000	229.000	0.000	12.000	3.000	244.000	70.32%	103.000	29.68%
Non-Chinook Salmon	ea	441.000	0.000	0.000	441.000	0.000	0.000	379.000	0.000	379.000	85.94%	62.000	14.06%
Non-Specific Reserve	mt	95.121			95.121								

C. Compliance

Two fishery violations involving APICDA's harvesting participants occurred in the fourth quarter. On November 4, 2003, the F/V *Golden Dawn* pulled the F/V *Royal Vikings* pots during the Bristol Bay red king crab CDQ fishery. NMFS enforcement classified this action as an operator's error violation and cited the skipper of the F/V *Golden Dawn* with a misdemeanor. The value of the crab was forfeited. Trident Seafoods absorbed all costs associated with this transaction, including paying APICDA royalties for the forfeited crab.

On November 16, 2003, the F/T *Seafisher* exceeded APICDA's annual quota of Pacific Ocean perch in area 541 by 1.1 metric tons. APICDA has not yet received a notice of violation from NMFS enforcement. Our partner, Cascade Fisheries (managers of the F/T *Seafisher*), is taking full responsibility for this action.

This overage of 1.1 mt forced APICDA to cease its Atka mackerel CDQ harvesting activities, resulting in lost royalties of several thousand dollars and a foregone harvest of 80 mt of Atka mackerel. In our opinion, this is an excellent example of a rule that makes no sense. All other quota based fisheries in the GOA and the BSAI have provisions that recognize slight overages will periodically occur, and provisions that allow the operator to continue their harvesting activities. For several years the CDQ groups have sought similar flexibility. Requiring CDQ groups to cease harvesting operations when an insignificant overage occurs is ridiculous.

D. Other Fishing Issues/Activities

There were no other fishing issues or activities.

Table 1
Atka Milestones

Project	Completion Date	Status
Continue water taxi and pilot boat activities.	Ongoing	Ongoing.
Process sablefish & halibut CDQ.	Ongoing	Ongoing.
Expand processing at APS, both by species and time of year.	Ongoing	Ongoing
Pursue development of a small boat harbor in Atka.	Ongoing	Ongoing.
Provide limited vessel repair opportunity.	Ongoing	Ongoing.
Evaluate providing fuel depot services.	Ongoing	Proposed.
Evaluate warehouse storage opportunity.	Ongoing	Proposed.
Bring sport fish clients to Atka.	2003	Proposed.
Negotiate a <i>quid pro quo</i> agreement in 2003 with the Atxam Corporation. If successful, distribute a grant for partial federal matching funds up to \$125,000 towards the hydro project.	2003	Ongoing
If 2003 <i>quid pro quo</i> agreement is in place, distribute the remaining grant funds up to \$250,000 as requested by the City of Atka in 2004-05	2004-05	Proposed
Monitor progress towards construction of a hydroelectric facility.	2003-05	Ongoing
Expand and up-grade the Atka Pride Seafoods Processing Plant	2004	Proposed
Extend the existing dock by 600 square feet.	2004	Proposed

Table 2
Akutan Milestones

Project	Completion Date	Status
Monitor progress toward construction of large boat harbor in 2006.	2006	\$850,000 million commitment by APICDA.
Form sport fish joint venture.	2003	Pending.

Table 3
False Pass Milestones

Project	Completion Date	Status
Employ fifteen or more local residents in connection with Dipper operations.	Ongoing.	In progress.
Purchase and process 3 million pounds of Pacific cod, with focus on local fishermen.	Ongoing.	In progress.
Maximize financial return.	Ongoing.	Ongoing.
Complete plan to transition to shoreplant.	2004	Pending.
Construct shore plant and expand operations.	2005	Pending.
Complete joint venture discussions for store.	2003	Pending.
Pursue development of a small boat harbor in False Pass.	2005	Ongoing.

Table 4
Nelson Lagoon Milestones

Project	Completion Date	Status
Complete feasibility study, business plan and design for processing plant.	2004	Pending.
Construct plant.	2005	Pending.

Table 5
Nikolski Milestones

Project	Completion Date	Status
Employ six or more local residents in lodge business.	Ongoing	In progress.
Maximize financial return from Ugludax Lodge.	Ongoing	In progress.
To provide up to \$150,000 for the purchase of various navigational aides and installation costs associated with the project.	2003	In progress
Monitor progress of installation of navigational aides in Nikolski in 2003-04	2003-04	In Progress

Table 6
St. George Milestones

Project	Completion Date	Status
Complete engineering and permitting; construct shore plant.	2003	Pending increase in opilio stocks.
Open facility and process crab, Pacific cod and halibut.	2004	Pending increase in opilio stocks.
Provide 40 or more local jobs in connection with construction of the plant, harvesting, processing, and ancillary activities.	2004/05	Pending increase in opilio stocks.
Maximize financial return from processing company.	2004/05	Pending increase in opilio stocks.
Harvest 4C halibut CDQ and IFQ.	2003/2005	Ongoing.
Maintain gear and vessel upgrade program	2003/2005	Ongoing.
Identify Tract I tenants and generate revenue from facilities.	2003/2005	Ongoing.
Expand number of sport fish visitors to St. George.	2003/2005	Pending.
Provide employment for six or more local residents in conjunction with sport fishing business.	2003/2005	Pending.
Maintain Puffin Seafoods as a viable business.	2003/2005	Ongoing.

Table 7
Other APICDA Milestones

Project	Completion Date	Status
Purchase large commercial fishing vessels.	Ongoing	Ongoing.
Continue Quota Share Loan Guarantee Program.	Ongoing	Ongoing.
Purchase Quota Shares.	Ongoing	Ongoing.
Provide annual donation to local fishermen's associations.	Spring (each year)	Ongoing.
Hold annual APICDA Village Outreach Conference.	Spring (annual)	Ongoing.
Assessment of Product Diversification Program expansion opportunities.	Ongoing	Ongoing
Develop flatfish operation.	Ongoing	In process.
Distribute annual school grants.	Winter (annual)	Ongoing.
Establish higher education scholarship funding levels and identify recipients.	Spring (annual)	Ongoing.
Implement revised Small Vessel Acquisition Program.	2003	Proposed
Evaluate all joint venture and subsidiary investments from a goal, objective, and ROI making perspective.	Ongoing	Ongoing.
Maximize harvest of all APICDA MSCDQ allocations.	Ongoing	Ongoing.
Maximize the harvest of target species and minimize the harvest of incidental species, particularly prohibited species.	Ongoing	Ongoing.

Maximize the use of gear types that have minimized adverse impacts upon habitat.	Ongoing	Ongoing.
Monitor MSCDQ vessel harvesting activities on an individual vessel basis to manage target and non-target harvests.	Ongoing	Ongoing.
Monitor MSCDQ vessel activities to ensure compliance with all federal and state regulations.	Ongoing	Ongoing.
Comply with all state and federal reporting requirements on a timely basis.	Ongoing	Ongoing.
Achieve a royalty return from MSCDQ harvesting and processing operations that are fair to all parties involved.	Ongoing	Ongoing.
Maximize the return from MSCDQ harvesting and processing operations by participating as a whole or part-owner at as many levels of the industry (harvesting, processing, marketing, etc.) as possible and practical.	Ongoing	Ongoing.
Maximize the employment of local residents in all phases of MSCDQ harvesting, processing, and marketing.	Ongoing	Ongoing.
Contribute ten percent of annual APICDA revenue into the Longterm Reserve Account (LRA) until \$5 million.	Ongoing	Ongoing.
Invest LRA funds in accordance with APICDA's Investment Guidelines.	Ongoing	Ongoing.
Manage non-LRA funds to maximize liquidity while emphasizing security.	Ongoing	Ongoing.
Normally generate one-half to one percent above prime as a rate of return for internal loans.	Ongoing	Ongoing.
Establish annual board and administrative	Ongoing	Ongoing.

budgets, and monitor budgets on a continuing basis.		
Maintain a cash flow projection six months into the future.	Ongoing	Ongoing.
Establish annual board and administrative budgets, and monitor budgets on a continuing basis.	Ongoing	Ongoing.
File quarterly and annual reports on a timely basis.	Ongoing	Ongoing.
Comply with all CDQ federal and state rules and regulations.	Ongoing	Ongoing.
Complete an annual audit.	Ongoing	Ongoing.
Have regular board and sub-committee meetings.	Ongoing	Ongoing.
Review by-laws on an annual basis.	Ongoing	Ongoing.
Ensure that fishermen associations conduct their APICDA board representative elections in accordance with appropriate by-laws.	Ongoing	Ongoing.
Ensure that staff implements board policies as enunciated.	Ongoing	Ongoing.
Maintain Quota Share Retention Program.	Ongoing	Ongoing.
Maintain College Intern Program.	Ongoing	Ongoing.
Implement a comprehensive set of board administrative policies developed and adopted by the APICDA and AJV Board of Directors.	Winter 2003	Ongoing
Implement an investment criteria matrix developed and adopted by the APICDA and AJV Board of Directors.	Winter of 2003	Ongoing
Establish standards/guidelines for due	Winter of 2003	Ongoing

diligence analysis of potential investments developed and adopted by APICDA and AJV Board of Directors.		
Evaluate newly developed corporate governance structure and provide recommendations for improvement of governance considered.	Spring of 2005	Ongoing
Define responsibilities for the completion of strategic assessment planning.	Summer of 2003	Completed
Board affirms APICDA purpose and defines long-term vision for the corporation. Completion date	Fall of 2003.	Ongoing
The APICDA board trained on use of strategic plan and instrument panel to monitor performance of projects.	Fall of 2003	Completed
Strategic investment completed using new Board of Directors investment criteria.	Winter of 2003	Ongoing
Develop corporate internal assessment and priority initiatives.	Spring of 2004	Ongoing
Identify planning of strategic and internal improvement initiatives.	Spring of 2004	Ongoing
Provide an effective method for tracking progress on initiatives developed and implemented.	Spring of 2004	Ongoing
Identify responsibilities, authorities, and accountabilities of each management member.	Summer 2003	Ongoing
Clarify and define new management job descriptions implemented and disseminated.	Fall of 2003	Ongoing
Identify method to measure performance on accountabilities defined and	Fall of 2003	Ongoing

implemented.		
New management structure evaluated by management team and by staff.	Spring of 2004	Ongoing
Establish criteria for projects to be managed by new internal project management system.	Summer of 2003	Ongoing
Develop a template/process for completion of due diligence on new ventures planned and approved by the board of directors.	Fall of 2003	Ongoing
Provide alternatives for project management system researched and system selected.	Fall of 2003	Ongoing
Develop a template/process for due diligence on new ventures implemented.	Winter of 2003	Ongoing
Incorporate policy/procedure for launching projects that defines structure and authority implemented.	Winter of 2003	Ongoing
Project management system implemented	Spring 2004	Ongoing
Monitor Cannon Fish Company investments to ensure operation maximizes financial return	Ongoing	Ongoing
Monitor employment opportunities at Cannon Fish Company for local and regional residents, as well as residents from other CDQ regions.	Ongoing	Ongoing
Monitor Cannon Fish Company's activities to ensure compliance with all federal and state regulations.	Ongoing	Ongoing